

C O U N C I L C O M M U N I C A T I O N

TO: THE CITY COUNCIL
FROM: THE CITY MANAGER'S OFFICE

COUNCIL MEETING DATE
JUNE 6, 1990

SUBJECT: SUBMIT APPLICATION FOR MEMBERSHIP IN CALIFORNIA TRANSIT INSURANCE POOL (CALTIP)

PREPARED BY: Assistant City Manager

RECOMMENDED ACTION: The City Council authorize the City of Lodi to apply for membership in the California Transit Insurance Pool (CaltIP) and to pay the appropriate application and admission fees.

BACKGROUND INFORMATION: California Transit Insurance Pool (CaltIP) is a joint powers insurance authority much like California Joint Powers Insurance Authority (CJPIA). Its primary purpose is to provide liability insurance for transit systems.

The City presently is paying in excess of \$50,000 for liability insurance for our Dial-A-Ride system. If we are approved for membership in CaltIP, we can purchase coverage with a \$0 self-insured retention at approximately \$30,000 and a \$25,000 self-insured retention at approximately \$20,000.

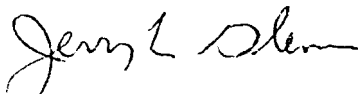
The concept is much like the CJPIA in that we share losses based on our own experience.

Since the inception of Dial-A-Ride we have had only one or two incidents which resulted in claims.

I am quite comfortable in recommending our submission of an application for membership. We have had an excellent history with our experiences in CJPIA. The same care and consideration in allowing membership in CaltIP is in place as with CJPIA.

I have taken the liberty of forwarding an application and we have been placed on the agenda for the CaltIP Board of Directors' meeting on June 14, 1990, pending Council approved.

Respectfully submitted,



Jerry L. Glenn
Assistant City Manager

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